

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

HB 312 - SB 419

March 10, 2013

SUMMARY OF BILL: Authorizes the free issuance of a new specialty license plate for any active-duty firefighter in good standing and up to date with training requirements.

ESTIMATED FISCAL IMPACT:

**Decrease State Revenue - \$455,100/Highway Fund
\$9,300/General Fund**

Increase State Expenditures - \$92,100/One-Time

Assumptions:

- There are approximately 21,600 firefighter plates currently issued.
- The annual fee for the current firefighter plate is \$21.50.
- All firefighters currently paying for existing firefighter plates will choose to receive the new plate free-of-charge.
- The recurring decrease in state revenue is estimated to be \$464,400 (\$21.50 current price x 21,600 currently-issued firefighter plates).
- Pursuant to Tenn. Code Ann. § 55-6-107, revenue from the current plates is apportioned 98 percent to the Highway Fund and two percent to the General Fund.
- The recurring decrease in state revenue to the Highway Fund is estimated to be \$455,112 (\$464,400 x 98%).
- The recurring decrease in state revenue to the General Fund is estimated to be \$9,288 (\$464,400 x 2%).
- A one-time cost of approximately \$250 to design the new plate.
- The cost to manufacture each new plate is \$4.25.
- The one-time increase in state expenditures to design and manufacture the new plates is estimated to be \$92,050 [(\$4.25 x 21,600) + \$250].

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise". The signature is fluid and cursive, with the first name "Lucian" written in a larger, more prominent script than the last name "Geise".

Lucian D. Geise, Executive Director

/cce